

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 1603 - HB 1347

April 12, 2021

**SUMMARY OF ORIGINAL BILL:** Requires the Joint Subcommittee on Judiciary and Government (Subcommittee) to review any agency, authority, board, commission, department, office, quasi-governmental entity, or independent entity of state government that is created by the use of the Governor's emergency powers within 60 days of such entity's creation for the sole purpose of making a recommendation to the General Assembly on whether to continue or discontinue the entity and its function. Requires the Subcommittee to make a recommendation within five days of the completion of its review.

Requires all public purchases and contracts for goods and services entered into by an executive agency be subject to the statutory requirements governing other state procurements.

FISCAL IMPACT OF ORIGINAL BILL:

Other Fiscal Impact – For the Joint Subcommittee on Judiciary and Government to hold a meeting not in conjunction with a regularly scheduled meeting or while the General Assembly is in session, there will be an increase in state expenditures estimated to be \$4,900 for each meeting.

**SUMMARY OF AMENDMENT (007007):** Deletes all language after the enacting clause. Requires the Chief Procurement Officer to report to the Director of the Fiscal Review Committee (FRC) each expenditure or contract made or entered into by the Tennessee Emergency Management Agency (TEMA) or another state governmental entity in connection with a state of emergency. Requires the report to include: (1) each expenditure or contract made or entered into and the name of the entity responsible; (2) the name and contact information of the vendor; (3) the goods or services procured; (4) the start and end date for the expenditure or contract, and; (5) its cost or value. Excludes from reporting requirements any expenditure or contract with a cost or value less than \$250,000 and those made in compliance with standard procurement procedures through the Central Procurement Office. Requires the report to be provided within 60 days of the declaration of a state of emergency and every 60 days thereafter for the duration of the state of emergency. Requires all reporting requirements to be provided no later than 60 days after the expiration or termination of the state of emergency. Takes effect January 1, 2023.

## **FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

### **NOT SIGNIFICANT**

Assumption for the bill as amended:

- The Central Procurement Office can meet all proposed reporting requirements utilizing existing resources and personnel; any increase in state expenditures is estimated to be not significant.

## **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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